UNITED STATES DISTRICT COURT WESTERN DISTRICT OF TEXAS MIDLAND DIVISION

RUSSELL STRINGER, individually	S	
and on behalf of all others	S	
similarly situated	S	Docket No
	S	
Plaintiff,	S	
	S	JURY TRIAL DEMANDED
v.	S	
	S	COLLECTIVE ACTION
	S	PURSUANT TO 29 U.S.C. § 216(b)
MCDANIEL TECHNICAL	S	
SERVICES, INC.,	S	
	S	
Defendant.	S	

COLLECTIVE ACTION COMPLAINT

I. SUMMARY

1. Russell Stringer ("Plaintiff") brings this lawsuit to recover unpaid overtime wages and other damages under the Fair Labor Standards Act ("FLSA") against McDaniel Technical Services, Inc. ("Defendant"). Defendant is in the business of providing inspectors, management, and other safety personnel to operators and other oil field services companies to support oil and gas production operations. Plaintiff and the other workers like him were typically scheduled for twelve (12) hour shifts, seven (7) days a week, for weeks at a time. But these workers never received overtime for hours worked in excess of forty (40) hours in a single workweek. Instead of paying by the hour and overtime as required by the FLSA, Defendant paid these workers a daily rate. This collective action seeks to recover the unpaid overtime wages and other damages owed to these workers.

II. JURISDICTION AND VENUE

2. This Court has original subject matter jurisdiction pursuant to 28 U.S.C. § 1331 because this action involves a federal question under the FLSA. 29 U.S.C. § 216(b).

- 3. Venue is proper in this Court pursuant to 28 U.S.C. § 1391(b) because a substantial amount of the events giving rise to this action occurred in this District and Division. Plaintiff performed work for Defendant in this District and Division.
- 4. Defendant conducts substantial business operations within the Western District of Texas, Midland Division.

III. THE PARTIES

- 5. Plaintiff worked for Defendant as a pipeline weld inspector during the relevant statutory time period. Throughout his employment with Defendant, he was paid a day-rate with no overtime compensation. His consent to be a party plaintiff is attached as Exhibit A.
- 6. Plaintiff brings this action on behalf of himself and all other similarly situated workers who were paid on Defendant's day-rate system. Defendant paid each of these workers a flat amount for each day worked with no overtime premium for hours that they worked in excess of forty (40) hours in a workweek. The class of similarly situated employees ("Putative Class Members") consists of:

ALL CURRENT AND FORMER EMPLOYEES OF MCDANIEL TECHNICAL SERVICES, INC. WHO RECEIVED A DAY RATE AND NO OVERTIME COMPENSATION DURING THE PAST THREE YEARS.

7. Defendant McDaniel Technical Services, Inc. is a corporation and may be served by serving its registered agent for service of process, Corporate Creations Network, Inc., 2425 West Loop South, Suite 200, Houston, Texas 77027.

IV. COVERAGE UNDER THE FLSA

- 8. At all times hereinafter mentioned, Defendant has been an employer within the meaning of the Section 3(d) of the FLSA, 29 U.S.C. § 203(d).
- 9. At all times hereinafter mentioned, Defendant has been part of an enterprise within the meaning of Section 3(r) of the FLSA, 29 U.S.C. § 203(r).

- 10. At all times hereinafter mentioned, Defendant has been part of an enterprise engaged in commerce or in the production of goods for commerce within the meaning of Section 3(s)(1) of the FLSA, 29 U.S.C. § 203(s)(1), in that said enterprise has and has had employees engaged in commerce or in the production of goods for commerce, or employees handling, selling, or otherwise working on goods or materials that have been moved in or produced for commerce by any person and in that said enterprise has had and has an annual gross volume of sales made or business done of not less than \$500,000 (exclusive of excise taxes at the retail level which are separately stated).
- 11. At all times hereinafter mentioned, Plaintiff and the Putative Class Members were engaged in commerce or in the production of goods for commerce.

V. FACTS

- 12. Defendant is a third-party inspection services company offering services including pipeline inspection, energy facility inspection, vendor inspection, construction management, and temporary workforce.
- 13. Many of these individuals worked for Defendant as inspectors on a day-rate basis and make up the proposed Putative Class. While exact job titles and job duties may differ, these employees are subjected to the same or similar illegal pay practices for similar work. Specifically, Defendant paid its workers a flat sum for each day worked, regardless of the number of hours that they worked that day (or in that workweek) and failed to provide its employees with overtime pay for hours that they worked in excess of forty (40) hours in a workweek.
- 14. For example, Plaintiff was employed by Defendant as a pipeline weld inspector during the statutory time period and was paid on a day-rate basis. In this regard, his primary job duties (and the job duties of all other workers employed by Defendant who were paid a day-rate) included inspecting the quality, specifications, and safety of pipeline welds in oil and gas well sites

3

and other production facilities. Defendant typically scheduled Plaintiff to work twelve (12) hour shifts, for as many as seven (7) days a week. Plaintiff estimates that he worked anywhere from eighty-four (84) to one-hundred (100) hours per week while employed by Defendant.

- 15. The daily and weekly activities of the Putative Class Members were routine and largely governed by standardized plans, procedures, and checklists created by Defendant and/or the operator Defendant contracted with. Virtually every job function was pre-determined by Defendant and/or the operator Defendant contracted with, including the tools to use at a job site, the data to compile, the schedule of work, and related work duties. The Putative Class Members were prohibited from varying their job duties outside of the pre-determined parameters. Moreover, the job functions of the Putative Class Members were primarily manual labor/technical in nature, requiring little to no official training, much less a college education or other advanced degree. The Putative Class Members did not have any supervisory or management duties. Finally, for the purposes of an FLSA overtime claim, the Putative Class Members performed substantially similar job duties related to servicing oil and gas operations in the field.
- 16. The Putative Class Members also worked similar hours and were denied overtime as a result of the same illegal pay practice. The Putative Class Members were generally scheduled to work eighty-four (84) hours per workweek, but often worked more. Instead of paying them overtime, Defendant paid the Putative Class Members a day-rate. Defendant denied the Putative Class Members overtime for any and all hours worked in excess of forty (40) hours in a single workweek. As the controlling law makes clear, the manual labor/technical duties which were performed by the Putative Class Members consist of *non*-exempt work. Therefore, Defendant owes back overtime wages to all of its employees paid a day rate, all of whom work long hours each workweek.

VI. FLSA VIOLATIONS

- 17. As set forth herein, Defendant has violated, and is violating, Section 7 of the FLSA, 29 U.S.C. § 207, by employing its workers in an enterprise engaged in commerce or in the production of goods for commerce within the meaning of the FLSA for workweeks longer than forty (40) hours without compensating such employees for their employment in excess of forty (40) hours per week at rates no less than 1 and ½ times the regular rates for which they were employed.
- 18. Defendant knowingly, willfully, or in reckless disregard carried out this illegal pattern or practice of failing to pay the Putative Class Members overtime compensation. Defendant's failure to pay overtime compensation to these employees was neither reasonable, nor was the decision not to pay overtime made in good faith. Accordingly, Plaintiff and all those who are similarly situated are entitled to overtime wages under the FLSA in an amount equal to 1 and ½ times their rate of pay, plus liquidated damages, attorney's fees and costs.

VII. COLLECTIVE ACTION ALLEGATIONS

- 19. Numerous employees have been victimized by this pattern, practice and policy which are in willful violation of the FLSA. Many of these employees have worked with Plaintiff and have reported that they were paid in the same manner and were not properly compensated for all hours worked as required by the FLSA. Thus, from his observations and discussions with these employees, Plaintiff is aware that the illegal practices or policies of Defendant have been imposed on the Putative Class Members.
- 20. The Putative Class Members all received a day-rate, regularly worked in excess of forty (40) hours per week and were not paid overtime compensation. These employees are victims of Defendant's unlawful compensation practices and are similarly situated to Plaintiff in terms of relevant job duties, pay provisions, and employment practices.

- 21. Defendant's failure to pay wages and overtime compensation at the rates required by the FLSA result from generally applicable, systematic policies and practices which are not dependent on the personal circumstances of the Putative Class Members. Thus, Plaintiff's experiences are typical of the experiences of the Putative Class Members.
- 22. The specific job titles or precise job locations of the various Putative Class Members does not prevent collective treatment. All of the Putative Class Members, regardless of their precise job requirements or rates of pay, are entitled to be properly compensated for all hours worked in excess of forty (40) hours per week. Although the issue of damages may be individual in character, there is no detraction from the common nucleus of liability facts.

VIII. JURY DEMAND

23. Plaintiff demands a trial by jury.

IX. RELIEF SOUGHT

- 24. WHEREFORE, Plaintiff prays for judgment against Defendant as follows:
 - a. For an Order pursuant to Section 16(b) of the FLSA finding Defendant liable for unpaid back wages due to Plaintiff (and those who have joined in the suit) and for liquidated damages equal in amount to the unpaid compensation found due to Plaintiff;
 - b. For an Order awarding Plaintiff (and those who have joined in the suit) the costs of this action;
 - c. For an Order awarding Plaintiffs (and those who have joined in the suit) their attorneys' fees;
 - d. For an Order awarding Plaintiff (and those who have joined in the suit) unpaid benefits and compensation in connection with the FLSA violations;

- e. For an Order awarding Plaintiff (and those who have joined in the suit) preand post-judgment interest at the highest rates allowed by law;
- f. For an Order granting such other and further relief as may be necessary and appropriate.

Respectfully submitted,

By: /s/ Michael A. Josephson

Michael A. Josephson
State Bar No. 24014780
mjosephson@mybackwages.com
Andrew Dunlap
State Bar No. 24078444
adunlap@mybackwages.com
JOSEPHSON DUNLAP
11 Greenway Plaza, Suite 3050
Houston, Texas 77046
713-352-1100 – Telephone
713-352-3300 – Facsimile

AND

Richard J. (Rex) Burch
Texas Bar No. 24001807
BRUCKNER BURCH, P.L.L.C.
8 Greenway Plaza, Suite 1500
Houston, Texas 77046
713-877-8788 – Telephone
713-877-8065 – Facsimile
rburch@brucknerburch.com

ATTORNEYS IN CHARGE FOR PLAINTIFF